## Exhibit 4

## **MEMORANDUM**

TO: STEVE ZEHNER

FROM: STEPHEN PLAFKER,

Deputy District Attorney

SUBJECT: Comprehensive Computer Data Access and Fraud Act

(S.B. 255)

New \$5,000 Minimum to Raise to Felony

DATE: March 11, 1987

I suggest the following language to implement our agreement to have a \$5,000 floor on the cost of a victim's efforts before they raise an infraction or misdemeanor to a felony. Please make sure that everyone understands that a small amount of victim expenditure will still raise the infraction to a misdemeanor.

- 1. Define a new term, "victim expenditure", to mean "any expenditure reasonably and necessarily incurred by the owner or lessee to verify that a computer system, computer network, computer program, or data was or was not altered, deleted, damaged, or destroyed by the access." Remove the corresponding language from the definition of injury.
- 2. Add "in a victim expenditure in an amount greater than \$5,000 or" between the words "results" and "in" and add the words "in any amount" between the words "injury" and "or" in Subsection (d)(2)(B);
  - 3. Replace Subsection (d)(3)(B) by the following: "For any violation which results in victim expenditure in an amount not exceeding \$5,000 or in injury in any amount by a fine not exceeding five thousand dollars (\$5,000), or by imprisonment in the county jail not exceeding one year, or by both such fine and imprisonment";
  - 4. Renumber the present Subsection (d)(3)(B) as Subsection (d)(3)(C) and add "in a victim expenditure in an amount greater than \$5,000 or" between the words "results" and "in" and "in any amount" between "injury" and "or".

